

**Calendar No. 649**117<sup>TH</sup> CONGRESS  
2<sup>D</sup> SESSION**S. 4654****[Report No. 117-258]**

To amend section 324 of the Robert T. Stafford Disaster Relief and Emergency Assistance Act to incentivize States, Indian Tribes, and Territories to close disaster recovery projects by authorizing the use of excess funds for management costs for other disaster recovery projects.

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**IN THE SENATE OF THE UNITED STATES**

JULY 28, 2022

Ms. HASSAN (for herself and Mr. LANKFORD) introduced the following bill; which was read twice and referred to the Committee on Homeland Security and Governmental Affairs

DECEMBER 14, 2022

Reported by Mr. PETERS, with an amendment

[Strike out all after the enacting clause and insert the part printed in *italic*]

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**A BILL**

To amend section 324 of the Robert T. Stafford Disaster Relief and Emergency Assistance Act to incentivize States, Indian Tribes, and Territories to close disaster recovery projects by authorizing the use of excess funds for management costs for other disaster recovery projects.

1 *Be it enacted by the Senate and House of Representa-*  
 2 *tives of the United States of America in Congress assembled,*

3 **SECTION 1. SHORT TITLE.**

4 This Act may be cited as the “Disaster Management  
 5 Costs Modernization Act”.

6 **SEC. 2. USE OF EXCESS FUNDS FOR MANAGEMENT COSTS.**

7 (a) IN GENERAL.—Section 324 of the Robert T.  
 8 Stafford Disaster Relief and Emergency Assistance Act  
 9 (42 U.S.C. 5165b) is amended—

10 (1) by redesignating subsection (e) as sub-  
 11 section (d); and

12 (2) by inserting after subsection (b) the fol-  
 13 lowing:

14 “(e) USE OF EXCESS FUNDS FOR MANAGEMENT  
 15 COSTS.—

16 “(1) DEFINITION.—In this subsection, the term  
 17 ‘excess funds for management costs’ means the dif-  
 18 ference between—

19 “(A) the amount of the applicable specific  
 20 management costs authorized under subsection  
 21 (b); and

22 “(B) as of the date on which the incident  
 23 is closed, the amount of funding for manage-  
 24 ment costs activities expended by the grantee or

1           subgrantee receiving the financial assistance for  
2           costs described in subparagraph (A).

3           ~~“(2) AVAILABILITY OF EXCESS FUNDS FOR~~  
4           ~~MANAGEMENT COSTS.—~~The President may make  
5           available to a grantee or subgrantee receiving finan-  
6           cial assistance under section 403, 404, 406, 407, or  
7           502 any excess funds for management costs.

8           ~~“(3) USE OF FUNDS.—~~Excess funds for man-  
9           agement costs made available to a grantee or sub-  
10          grantee under paragraph (2) may be used for activi-  
11          ties associated with building capacity to respond to  
12          or recover from the types of incidents for which as-  
13          sistance may be made available under section 403,  
14          404, 406, 407, or 502 and to provide such assist-  
15          ance, including for providing training and other ac-  
16          tivities associated with any major disaster or emer-  
17          gency declaration, or to otherwise prepare for such  
18          an incident.

19          ~~“(4) AVAILABILITY.—~~Excess funds for manage-  
20          ment costs made available to a grantee or sub-  
21          grantee under paragraph (2) shall remain available  
22          to the grantee or subgrantee until the date that is  
23          5 years after the date on which the excess funds for  
24          management costs are made available under para-  
25          graph (2).”.

1       (b) **APPLICABILITY.**—The amendments made by sub-  
 2 section (a) shall apply with respect to any incident for  
 3 which a major disaster or emergency is declared under sec-  
 4 tion ~~401~~ or ~~501~~, respectively, of the Robert T. Stafford  
 5 Disaster Relief and Emergency Assistance Act (42 U.S.C.  
 6 ~~5170, 5191~~) that is open on, or occurs on or after, the  
 7 date of enactment of this Act.

8 **SECTION 1. SHORT TITLE.**

9       *This Act may be cited as the “Disaster Management*  
 10 *Costs Modernization Act”.*

11 **SEC. 2. USE OF EXCESS FUNDS FOR MANAGEMENT COSTS.**

12       (a) **IN GENERAL.**—Section 324 of the Robert T. Staf-  
 13 ford Disaster Relief and Emergency Assistance Act (42  
 14 U.S.C. 5165b) is amended—

15               (1) by redesignating subsection (c) as subsection  
 16               (d); and

17               (2) by inserting after subsection (b) the fol-  
 18               lowing:

19               “(c) **USE OF EXCESS FUNDS FOR MANAGEMENT**  
 20 **COSTS.**—

21               “(1) **DEFINITION.**—*In this subsection, the term*  
 22               *‘excess funds for management costs’ means the dif-*  
 23               *ference between—*

1           “(A) the amount of the applicable specific  
2           management costs authorized under subsection  
3           (b); and

4           “(B) as of the date on which the grant  
5           award is closed, the amount of funding for man-  
6           agement costs activities expended by the grantee  
7           or subgrantee receiving the financial assistance  
8           for costs described in subparagraph (A).

9           “(2) AVAILABILITY OF EXCESS FUNDS FOR MAN-  
10          AGEMENT COSTS.—The President may make available  
11          to a grantee or subgrantee receiving financial assist-  
12          ance under section 403, 404, 406, 407, or 502 any ex-  
13          cess funds for management costs.

14          “(3) USE OF FUNDS.—Excess funds for manage-  
15          ment costs made available to a grantee or subgrantee  
16          under paragraph (2) may be used for activities asso-  
17          ciated with building capacity to respond to or recover  
18          from the types of incidents for which assistance may  
19          be made available under section 403, 404, 406, 407,  
20          or 502 and to provide such assistance, including for  
21          providing training and other activities associated  
22          with any major disaster or emergency declaration, or  
23          to otherwise prepare for such an incident.

24          “(4) AVAILABILITY.—Excess funds for manage-  
25          ment costs made available to a grantee or subgrantee

1        *under paragraph (2) shall remain available to the*  
2        *grantee or subgrantee until the date that is 5 years*  
3        *after the date on which the excess funds for manage-*  
4        *ment costs are made available under paragraph (2).”.*

5        *(b) APPLICABILITY.—The amendments made by sub-*  
6        *section (a) shall apply with respect to any grant award*  
7        *in relation to a major disaster or emergency declared under*  
8        *section 401 or 501, respectively, of the Robert T. Stafford*  
9        *Disaster Relief and Emergency Assistance Act (42 U.S.C.*  
10       *5170, 5191) that is open on, or made on or after, the date*  
11       *of enactment of this Act.*



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**S. 4654**

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## **A BILL**

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DECEMBER 14, 2022

Reported with an amendment